



MDR Limited

(Company Registration No: 200009059G)

**UNAUDITED CONDENSED
INTERIM FINANCIAL STATEMENTS**

**FOR THE SIX MONTHS AND FULL YEAR ENDED
31 DECEMBER 2024**

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A. CONDENSED INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Notes	Group					
		6 months ended 31 December 2024	6 months ended 31 December 2023	Inc/(Dec) %	12 months ended 31 December 2024	12 months ended 31 December 2023	Inc/(Dec) %
		S\$'000	S\$'000		S\$'000	S\$'000	
Revenue	6	110,860	122,282	(9%)	232,027	215,603	8%
Cost of sales	6	(89,976)	(104,509)	(14%)	(191,076)	(183,045)	4%
Gross profit	6	20,884	17,773	18%	40,951	32,558	26%
Other operating income	7	(124)	1,765	N.M.	5,814	4,483	30%
Administrative expenses		(12,116)	(9,033)	34%	(20,965)	(17,600)	19%
Other operating expenses	8	(2,715)	(3,596)	(24%)	(4,728)	(5,338)	(11%)
Finance costs	9	(1,221)	(1,574)	(22%)	(2,512)	(3,035)	(17%)
Total expenses		(16,052)	(14,203)	13%	(28,205)	(25,973)	9%
Operating profit before share of profit of associate and income tax		4,708	5,335	(12%)	18,560	11,068	68%
Allowance for impairment of plant and equipment	8	(37)	(58)	(36%)	(37)	(58)	-36%
Allowance for impairment of right-of-use assets	8	(309)	(279)	11%	(309)	(279)	11%
Loss allowance on investment in debt securities	8	(3,995)	(19,505)	(80%)	(12,428)	(41,057)	(70%)
Reversal of loss allowance/(Loss allowance) for trade receivables	8	1,103	(5,816)	N.M.	(1,509)	(8,065)	(81%)
Loss allowance for non trade receivables	8	(240)	(232)	3%	-	(232)	N.M.
Fair value gain on convertible loan	8	-	-	N.M.	-	244	N.M.
Fair value loss on derivative asset	8	-	-	N.M.	-	(64)	N.M.
Fair value gain/(loss) on perpetual securities	8	2,977	(6,514)	N.M.	2,977	(6,514)	N.M.
Fair value gain/(loss) on quoted equity investment	8	1,309	1,825	(28%)	(1,522)	2,981	N.M.
Operating profit/(loss) before share of profit of associate and income tax		5,516	(25,244)	N.M.	5,732	(41,976)	N.M.
Share of loss of associate		-	(1)	N.M.	-	(2)	N.M.
Profit/(Loss) before income tax		5,516	(25,245)	N.M.	5,732	(41,978)	N.M.
Income tax expense	10	(189)	(376)	(50%)	(256)	(498)	(49%)
Profit/(Loss) for the period		5,327	(25,621)	N.M.	5,476	(42,476)	N.M.

N.M. : Not Meaningful

A. CONDENSED INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (CONT'D)

Notes	Group					
	6 months ended 31 December 2024	6 months ended 31 December 2023	Inc/(Dec) %	12 months ended 31 December 2024	12 months ended 31 December 2023	Inc/(Dec) %
	S\$'000	S\$'000		S\$'000	S\$'000	
Other comprehensive income/(loss)						
Items that will not be reclassified subsequently to profit or loss						
Net fair value changes in equity and debt securities carried at fair value through other comprehensive income	17,680	(4,288)	N.M.	18,348	(7,237)	N.M.
Items that may be reclassified subsequently to profit or loss						
Currency translation differences arising from consolidation	403	(94)	N.M.	423	(404)	N.M.
Other comprehensive income/(loss) for the period, net of tax	18,083	(4,382)	N.M.	18,771	(7,641)	N.M.
Total comprehensive income/(loss) for the period	23,410	(30,003)	N.M.	24,247	(50,117)	N.M.
Profit/(Loss) attributable to:						
Owners of the Company	5,344	(25,612)	N.M.	5,487	(42,466)	N.M.
Non-controlling interests	(17)	(9)	89%	(11)	(10)	10%
	5,327	(25,621)	N.M.	5,476	(42,476)	N.M.
Total comprehensive income/(loss) attributable to:						
Owners of the Company	23,427	(29,994)	N.M.	24,258	(50,107)	N.M.
Non-controlling interests	(17)	(9)	89%	(11)	(10)	10%
	23,410	(30,003)	N.M.	24,247	(50,117)	N.M.
Earnings per share (cents):						
11						
- Basic	0.614	(2.928)		0.630	(4.855)	
- Diluted	0.614	(2.928)		0.630	(4.855)	

N.M. : Not Meaningful

B. CONDENSED INTERIM STATEMENTS OF FINANCIAL POSITION

		Group		Company	
	Notes	31-Dec-24 S\$'000	31-Dec-23 S\$'000	31-Dec-24 S\$'000	31-Dec-23 S\$'000
ASSETS					
Current assets					
Cash and bank balances		14,727	14,906	830	2,936
Trade receivables	15	11,182	11,783	1,041	2,039
Other receivables and prepayments	16	2,180	1,642	8,368	9,800
Inventories	17	15,715	25,892	495	971
Investment in debt securities	22	9,465	12,654	9,465	12,654
Income tax recoverable		201	110	-	-
		54,470	66,987	20,199	28,400
Asset classified as held for sale	18	7,760	-	-	-
Total current assets		61,230	66,987	20,199	28,400
Non-current assets					
Other receivables and prepayments	16	1,445	969	56	177
Investment in subsidiaries		-	-	6,355	3,328
Investment in an associate		29	29	-	-
Investment in equity securities	21	133,394	81,678	133,394	81,678
Investment in perpetual securities	22	6,557	3,404	6,557	3,404
Investment in debt securities	23	15,092	8,265	15,092	8,265
Property, plant and equipment	19	1,427	1,515	367	527
Right-of-use assets	20	4,345	7,511	508	1,044
Investment property	24	-	7,321	-	-
Deferred tax assets		58	-	58	-
Total non-current assets		162,347	110,692	162,387	98,423
Total assets		223,577	177,679	182,586	126,823
Current liabilities					
Bank overdrafts and loans	25	47,998	47,859	43,533	41,970
Trade payables		6,670	14,185	1,008	1,435
Other payables		10,762	8,541	7,129	5,123
Lease liabilities		2,925	3,621	531	684
Lease liabilities from financial institutions		-	18	-	18
Income tax payable		336	-	331	-
		68,691	74,224	52,532	49,230
Liability directly associated with asset classified as held for sale	18	2,240	-	-	-
Total current liabilities		70,931	74,224	52,532	49,230
Non-current liabilities					
Bank loans	25	-	1,086	-	1,086
Other payables		1,118	69	24	-
Lease liabilities		2,146	4,498	27	425
Deferred tax liabilities		485	701	-	270
Total non-current liabilities		3,749	6,354	51	1,781
Total liabilities		74,680	80,578	52,583	51,011

B. CONDENSED INTERIM STATEMENTS OF FINANCIAL POSITION

	Notes	Group		Company	
		31-Dec-24	31-Dec-23	31-Dec-24	31-Dec-23
		S\$'000	S\$'000	S\$'000	S\$'000
Capital, reserves and non-controlling interests					
Share capital	26	95,879	123,276	95,879	123,276
Treasury shares	27	(3,168)	(3,086)	(3,168)	(3,086)
Shareholder's loan	28	27,822	-	27,822	-
Other reserves		(7,828)	(16,983)	(8,248)	(16,980)
Retained earnings/(Accumulated losses)		35,726	(6,583)	17,718	(27,398)
Equity attributable to owners of the Company		148,431	96,624	130,003	75,812
Non-controlling interests		466	477	-	-
Total equity		148,897	97,101	130,003	75,812
Total liabilities and equity		223,577	177,679	182,586	126,823

C. CONDENSED INTERIM STATEMENTS OF CHANGES IN EQUITY

Group	Share capital S\$'000	Treasury shares S\$'000	Shareholder's loan S\$'000	Capital reserve S\$'000	Premium on acquisition of non-controlling interests S\$'000	Investment reserve S\$'000	Property revaluation reserve S\$'000	Currency translation reserve S\$'000	Retained earnings/ (Accumulated losses) S\$'000	Attributable to equity holders of the Company S\$'000	Non-controlling interests S\$'000	Total S\$'000
Balance as at 1 January 2024	123,276	(3,086)	-	22	(881)	(17,013)	1,696	(807)	(6,583)	96,624	477	97,101
Total comprehensive income for the year												
Profit for the year	-	-	-	-	-	-	-	-	5,487	5,487	(11)	5,476
Gain on disposal of investment securities transferred between reserves	-	-	-	-	-	(9,616)	-	-	9,616	-	-	-
Other comprehensive income for the year	-	-	-	-	-	18,348	-	423	-	18,771	-	18,771
Total	-	-	-	-	-	8,732	-	423	15,103	24,258	(11)	24,247
Transactions with owners, recognised directly in equity												
Shareholder's loan	-	-	27,822	-	-	-	-	-	-	27,822	-	27,822
Interest payment for shareholder's loan	-	-	-	-	-	-	-	-	(191)	(191)	-	(191)
Capital reduction	(27,397)	-	-	-	-	-	-	-	27,397	-	-	-
Purchase of treasury shares	-	(82)	-	-	-	-	-	-	-	(82)	-	(82)
Total	(27,397)	(82)	27,822	-	-	-	-	-	27,206	27,549	-	27,549
Balance as at 31 December 2024	95,879	(3,168)	27,822	22	(881)	(8,281)	1,696	(384)	35,726	148,431	466	148,897
Balance as at 1 January 2023	123,276	(2,836)	-	22	(881)	(7,351)	1,696	(403)	37,708	151,231	487	151,718
Total comprehensive loss for the year												
Loss for the year	-	-	-	-	-	-	-	-	(42,466)	(42,466)	(10)	(42,476)
Gain on disposal of investment securities transferred between reserves	-	-	-	-	-	(2,425)	-	-	2,425	-	-	-
Other comprehensive loss for the year	-	-	-	-	-	(7,237)	-	(404)	-	(7,641)	-	(7,641)
Total	-	-	-	-	-	(9,662)	-	(404)	(40,041)	(50,107)	(10)	(50,117)
Transactions with owners, recognised directly in equity												
Dividend	-	-	-	-	-	-	-	-	(4,250)	(4,250)	-	(4,250)
Purchase of treasury shares	-	(250)	-	-	-	-	-	-	-	(250)	-	(250)
Total	-	(250)	-	-	-	-	-	-	(4,250)	(4,500)	-	(4,500)
Balance as at 31 December 2023	123,276	(3,086)	-	22	(881)	(17,013)	1,696	(807)	(6,583)	96,624	477	97,101

C. CONDENSED INTERIM STATEMENTS OF CHANGES IN EQUITY (CONT'D)

Company	Share capital S\$'000	Treasury shares S\$'000	Shareholder's loan S\$'000	Capital reserve S\$'000	Investment revaluation reserve S\$'000	Retained earnings/ (Accumulated losses) S\$'000	Total S\$'000
Balance as at 1 January 2024	123,276	(3,086)	-	33	(17,013)	(27,398)	75,812
Total comprehensive income for the year							
Profit for the year	-	-	-	-	-	8,294	8,294
Gain on disposal of investment securities transferred between reserves	-	-	-	-	(9,616)	9,616	-
Other comprehensive income for the year	-	-	-	-	18,348	-	18,348
Total	-	-	-	-	8,732	17,910	26,642
Transactions with owners, recognised directly in equity							
Shareholder's loan	-	-	27,822	-	-	-	27,822
Interest payment for shareholder's loan	-	-	-	-	-	(191)	(191)
Capital reductions	(27,397)	-	-	-	-	27,397	-
Purchase of treasury shares	-	(82)	-	-	-	-	(82)
Total	(27,397)	(82)	27,822	-	-	27,206	27,549
Balance as at 31 December 2024	<u>95,879</u>	<u>(3,168)</u>	<u>27,822</u>	<u>33</u>	<u>(8,281)</u>	<u>17,718</u>	<u>130,003</u>
Balance as at 1 January 2023	123,276	(2,836)	-	33	(7,351)	17,190	130,312
Total comprehensive loss for the year							
Loss for the year	-	-	-	-	-	(42,763)	(42,763)
Gain on disposal of investment securities transferred between reserves	-	-	-	-	(2,425)	2,425	-
Other comprehensive loss for the year	-	-	-	-	(7,237)	-	(7,237)
Total	-	-	-	-	(9,662)	(40,338)	(50,000)
Transactions with owners, recognised directly in equity							
Dividends	-	-	-	-	-	(4,250)	(4,250)
Purchase of treasury shares	-	(250)	-	-	-	-	(250)
Total	-	(250)	-	-	-	(4,250)	(4,500)
Balance as at 31 December 2023	<u>123,276</u>	<u>(3,086)</u>	<u>-</u>	<u>33</u>	<u>(17,013)</u>	<u>(27,398)</u>	<u>75,812</u>

D. CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS

	Group	
	12 months ended 31 December 2024	12 months ended 31 December 2023
	S\$'000	S\$'000
Operating activities		
Profit/(Loss) before income tax	5,732	(41,978)
Adjustments for:		
Share of loss of an associate	-	2
Depreciation of plant and equipment (Note A)	584	660
Depreciation of right-of-use assets (Note A)	3,709	3,612
Interest expenses	2,512	3,035
Interest income from fixed deposits	(21)	(19)
Interest income from lease receivables	(99)	(26)
Interest income from loans to third parties	(130)	(950)
Interest income from investment in debt securities	(18,348)	(10,811)
Gain on disposal of plant and equipment	(17)	(31)
Gain on disposal of right-of-use assets	-	(3)
Gain on disposal of investment in quoted securities	(3)	(151)
Plant and equipment written off	9	18
Loss allowance for other provisions	-	13
Allowance for inventories	518	120
Inventories written off	1	-
Loss allowance for trade receivables	1,509	8,065
Loss allowance for doubtful non-trade receivables	-	232
Allowance for impairment loss of plant and equipment	37	58
Allowance for impairment loss of right-of-use assets	309	279
Loss allowance on investment in debt securities	12,428	41,057
Bad debts written off - trade	3	-
Fair value gain on convertible loan	-	(244)
Fair value loss on derivative assets	-	64
Fair value gain/(loss) on perpetual securities	(2,977)	6,514
Fair value loss/(gain) on quoted equity investment	1,522	(2,981)
Fair value changes on investment property	-	43
Fair value changes on asset classified as held for sale	6	-
Net foreign exchange (gain)/loss	(200)	544
Operating cash flows before movements in working capital	7,084	7,122
Trade receivables	338	894
Other receivables and prepayments	(975)	429
Inventories	9,658	(7,870)
Trade payables	(7,515)	7,537
Other payables	3,264	(487)
Cash generated from operations	11,854	7,625
Income tax paid	(300)	(81)
Interest received	120	45
Interest received from debt securities	20	445
Interest received from loans to third parties	3	701
Net cash generated from operating activities	11,697	8,735

D. CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS (CONT'D)

	Group	
	12 months ended 31 December 2024	12 months ended 31 December 2023
Investing activities		
Proceeds from disposal of plant and equipment	73	105
Purchase of plant and equipment (Note B)	(578)	(593)
Proceeds from disposal of quoted equity securities	44,772	18,303
Purchase of quoted equity securities	(78,471)	(90)
Proceeds from disposal of quoted debt securities	1,338	29,149
Purchase of quoted debt securities	-	(32,859)
Repayment of loan from a third party	-	2,331
Net cash (used in)/generated from investing activities	(32,866)	16,346
Financing activities		
Purchase of treasury shares	(82)	(250)
Interest paid	(2,532)	(3,022)
Repayment of lease liabilities	(3,900)	(4,062)
Repayment of lease liabilities from financial institutions	(18)	(74)
Repayment of bank borrowings	(92,045)	(52,404)
Proceeds from bank borrowings	91,937	41,124
Proceeds from shareholder's loan	27,822	-
Interest paid for shareholder's loan	(191)	-
Dividends paid to shareholders	-	(4,250)
Net cash generated from/(used in) financing activities	20,991	(22,938)
Net (decrease)/increase in cash and cash equivalents	(178)	2,143
Cash and cash equivalents at beginning of period	14,906	12,768
Effects of exchange rate changes on the balance of cash held in foreign currencies	(1)	(5)
Cash and cash equivalents at end of period	14,727	14,906

Note

A. Depreciation expense:

In YTD-24, included in depreciation expense of \$4,293,000 (YTD-23: \$4,272,000) in the statement of cash flows is \$4,109,000 (YTD-23: \$4,087,000) which is classified in other operating expenses (Note 8) with the remaining classified in cost of sales.

B. Purchase of property, plant and equipment:

In YTD-24, the Group acquired plant and equipment with an aggregate cost of \$578,000 (YTD-23: \$593,000) of which \$Nil (YTD-23: \$Nil) was acquired under hire purchase loan arrangements with financial institutions.

E. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

1 CORPORATE INFORMATION

MDR Limited (the Company) is incorporated and domiciled in Singapore and its shares are publicly traded on the Mainboard of the Singapore Exchange. These condensed interim consolidated financial statements as at and for the six months ended 31 December 2024 comprise the Company and its subsidiaries (collectively, the Group).

The primary activities of the Company are that of investment holding and provision of after-market services for mobile communication devices and consumer electronic products.

The principal activities of the Group are:

- a) provision of after-market services for mobile equipment and consumer electronic products;
- b) distributor and retailer of mobile telecommunication equipment and mobile related services, including prepaid cards;
- c) the provision of digital inkjet printing for point-of-sale and out-of-home advertising solutions; and
- d) investment

2 BASIS OF PREPARATION

The condensed interim financial statements for the six months ended 31 December 2024 have been prepared in accordance with SFRS(I) 1-34 Interim Financial Reporting issued by the Accounting Standards Council Singapore. The condensed interim financial statements do not include all the information required for a complete set of financial statements. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group's financial position and performance of the Group since the last annual financial statements for the year ended 31 December 2023.

The accounting policies adopted are consistent with those of the previous financial year which were prepared in accordance with SFRS(I)s, except for the adoption of new and amended standards as set out in Note 2.1.

The condensed interim financial statements are presented in Singapore dollar which is the Company's functional currency.

2.1 New and amended standards adopted by the Group

A number of amendments to Standards have become applicable for the current reporting period. The Group did not have to change its accounting policies or make retrospective adjustments as a result of adopting those standards.

2.2. Use of judgements and estimates

In preparing the condensed interim financial statements, management has made judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

The significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial statements as at and for the year ended 31 December 2023.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

Information about critical judgements in applying accounting policies that have the most significant effect on the amounts recognised in the financial statements is included in the following:

2 BASIS OF PREPARATION (CONT'D)

2.2. Use of judgements and estimates (cont'd)

Business model assessment

Classification and measurement of financial assets depends on the results of the SPPI and the business model test. The Group determines the business model at a level that reflects how groups of financial assets are managed together to achieve a particular business objective. This assessment includes judgement reflecting all relevant evidence including how the performance of the assets is evaluated and their performance measured, the risks that affect the performance of the assets and how these are managed and how the managers of the assets are compensated. The Group monitors financial assets measured at amortised cost or fair value through other comprehensive income that are derecognised prior to their maturity to understand the reason for their disposal and whether the reasons are consistent with the objective of the business for which the asset was held. Monitoring is part of the Group's continuous assessment of whether the business model for which the remaining financial assets are held continues to be appropriate and if it is not appropriate whether there has been a change in business model and so a prospective change to the classification of those assets. No such changes were required during the periods presented.

Information about assumptions and estimation uncertainties that have a significant risk of resulting in a material adjustment to the carrying amounts of assets and liabilities within the next financial period are included in the following notes:

Valuation of inventories

In determining the net realisable value of the inventories, an estimation of the net realisable value of inventories on hand is performed by management based on the most reliable evidence available at the time the estimates are made. These estimates took into consideration the latest selling prices and the saleability of these inventories. The carrying amount of inventories as at 31 December 2024 is disclosed in Note 17 to the condensed interim consolidated financial statements.

Recoverable amount of property, plant and equipment and right-of-use assets for non-performing outlets

Determining whether property, plant and equipment and right-of-use assets are impaired where indicators of impairment exist requires an estimation of the recoverable amount of these assets. The recoverable amount is based on the value in use of the cash-generating unit, to which the assets belong to. The value in use methodology that is based on cash flow forecasts requires significant management's judgement about future market conditions, including growth rates and discount rates.

The carrying amount of property, plant and equipment and right-of-use assets as at 31 December 2024 are disclosed in Notes 19 and 20 to the condensed interim consolidated financial statements respectively.

Valuation of debt securities

The Group makes allowances for expected credit losses based on an assessment of the recoverability of the debt securities measured at amortised cost and fair value through other comprehensive income. The impairment provisions for debt securities are based on assumptions about risk of default of the issuer and the exposure on default. The Group uses judgement in making these assumptions and selecting inputs to the impairment calculation based on the financials of the issuers, existing market conditions as well as forward looking estimates at the end of each reporting period.

The identification of loss allowance requires use of judgement and estimates. Where the expectation is different from the original estimate, such difference will have an impact on the carrying amount of the debt securities and loss allowance in the period in which such estimate has been changed.

The justification on the provision of expected credit loss allowance for the debt securities and the carrying amount of debt securities as at 31 December 2024 is disclosed in Note 22 to the condensed interim consolidated financial statements.

E. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

3 SEASONAL OPERATIONS

The Group's businesses are not affected significantly by seasonal or cyclical factors during the financial period.

4 SEGMENT AND REVENUE INFORMATION

For management purposes, the Group is organized into four business segments, After-Market Services ("AMS"), Distribution Management Solutions ("DMS"), Digital Inkjet Printing for Out-Of-Home Advertising Solutions ("DPAS") and Investment.

AMS provides after market services for mobile equipment and consumer electronic products; DMS is a distributor and retailer of mobile telecommunication equipment and mobile related services, including prepaid cards; DPAS provides digital inkjet printing for point-of-sale and out-of-home advertising solutions; Investment segment primarily comprises investment in marketable securities.

The segments are the basis which the Group reports information to the Group's key operating decision makers for the purposes of resource allocation and assessment of the segment information.

E. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

4 SEGMENT AND REVENUE INFORMATION (CONT'D)

(a) Reportable Segment

1 July 2024 to 31 December
2024
S\$'000

	AMS	DMS	DPAS	Investment	Unallocated	Total
Segment revenue						
External	7,201	89,657	2,539	11,463	-	110,860
Inter-segment	-	-	-	-	-	-
	7,201	89,657	2,539	11,463	-	110,860
Segment result	(261)	(311)	541	5,245	538	5,752
Net foreign exchange loss						(245)
Gain on disposal of plant and equipment						9
Profit before income tax & share of associate results						5,516
Share of profit of associate						-
Profit before income tax						5,516
Income tax expense						(189)
Net profit for the period						5,327
Segment assets	3,555	43,688	11,816	164,518	-	223,577
Segment liabilities	(3,622)	(18,593)	(3,553)	(48,912)	-	(74,680)
Other segment information						
Capital expenditure – property, plant and equipment	47	137	90	-	-	274
Loss allowance on investment in debt securities	-	-	-	3,995	-	3,995
Depreciation – property, plant and equipment	73	145	52	-	-	270
Depreciation – right-of-use assets	372	1,413	60	-	-	1,845
Allowance for impairment of plant and equipment	-	37	-	-	-	37
Allowance for impairment of right-of-use assets	-	309	-	-	-	309
Plant and equipment written off	8	-	-	-	-	8
(Reversal of loss allowance)/Loss allowance for inventories	(12)	425	-	-	-	413
Inventories written off	-	1	-	-	-	1
Loss allowance/(Reversal of loss allowance) for trade receivables	-	74	47	(1,224)	-	(1,103)
Loss allowance for non trade receivables	-	-	-	240	-	240
Gain on disposal of quoted securities	-	-	-	(3)	-	(3)
Interest income (recorded under revenue)	-	-	-	(8,826)	-	(8,826)
Interest income (recorded under other operating income)	-	(62)	(9)	(2)	-	(73)
Interest expenses	18	136	62	1,005	-	1,221
Fair value gain on perpetual securities	-	-	-	(2,977)	-	(2,977)
Fair value gain on quoted equity investment	-	-	-	(1,309)	-	(1,309)
Change in fair value of asset classified as held for sale	-	-	6	-	-	6

E. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

4 SEGMENT AND REVENUE INFORMATION (CONT'D)

1 January 2024 to 31 December
2024
S\$'000

	AMS	DMS	DPAS	Investment	Unallocated	Total
Segment revenue						
External	16,237	188,145	4,473	23,172	-	232,027
Inter-segment	-	-	-	-	-	-
	16,237	188,145	4,473	23,172	-	232,027
Segment result	(212)	(70)	838	5,239	(57)	5,738
Net foreign exchange loss						(23)
Gain on disposal of plant and equipment						17
Profit before income tax & share of associate results						5,732
Share of loss of associate						-
Profit before income tax						5,732
Income tax expense						(256)
Net profit for the year						5,476
Segment assets	3,555	43,688	11,816	164,518	-	223,577
Segment liabilities	(3,622)	(18,593)	(3,553)	(48,912)	-	(74,680)
Other segment information						
Capital expenditure – property, plant and equipment	53	356	169	-	-	578
Capital expenditure - right-of-use assets	208	404	229	-	-	841
Loss allowance on investment in debt securities	-	-	-	12,428	-	12,428
Depreciation – property, plant and equipment	205	288	91	-	-	584
Depreciation – right-of-use assets	744	2,852	113	-	-	3,709
Allowance for impairment of plant and equipment	-	37	-	-	-	37
Allowance for impairment of right-of-use assets	-	309	-	-	-	309
Plant and equipment written off	8	1	-	-	-	9
Allowance for inventories	8	510	-	-	-	518
Inventories written off	-	1	-	-	-	1
Loss allowance for trade receivables	-	128	54	1,327	-	1,509
Gain on disposal of quoted securities	-	-	-	(3)	-	(3)
Interest income (recorded under revenue)	-	-	-	(18,478)	-	(18,478)
Interest income (recorded under other operating income)	-	(100)	(18)	(2)	-	(120)
Interest expenses	46	325	125	2,016	-	2,512
Fair value gain on perpetual securities	-	-	-	(2,977)	-	(2,977)
Fair value loss on quoted equity investment	-	-	-	1,522	-	1,522
Change in fair value of asset classified as held for sale	-	-	6	-	-	6

E. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

4 SEGMENT AND REVENUE INFORMATION (CONT'D)

1 July 2023 to 31 December
2023
S\$'000

	AMS	DMS	DPAS	Investment	Unallocated	Total
Segment revenue						
External	11,016	100,374	2,081	8,811	-	122,282
Inter-segment	-	-	-	-	-	-
	11,016	100,374	2,081	8,811	-	122,282
Segment result	133	30	409	(24,966)	455	(23,939)
Net foreign exchange loss						(1,319)
Gain on disposal of plant and equipment						11
Gain on disposal of right-of-use assets						3
Loss before income tax & share of associate results						(25,244)
Share of loss of associate						(1)
Loss before income tax						(25,245)
Income tax expense						(376)
Net loss for the period						(25,261)
Segment assets	7,800	53,128	10,740	106,011	-	177,679
Segment liabilities	(3,876)	(26,151)	(3,464)	(46,817)	(270)	(80,578)
Other segment information						
Capital expenditure – property, plant and equipment	45	188	77	-	-	310
Capital expenditure - right-of-use assets	1,299	5,283	-	-	-	6,582
Loss allowance on investment in debt securities	-	-	-	19,505	-	19,505
Depreciation – property, plant and equipment	135	155	46	-	-	336
Depreciation – right-of-use assets	411	1,487	58	-	-	1,956
Allowance for impairment of plant and equipment	-	58	-	-	-	58
Allowance for impairment of right-of-use assets	-	279	-	-	-	279
Plant and equipment written off	-	17	-	-	-	17
(Reversal of loss allowance)/Loss allowance for inventories	(3)	(12)	13	-	-	(2)
Loss allowance/(Reversal of loss allowance) for trade receivables	-	29	(31)	5,818	-	5,816
Allowance for other provision	-	21	-	-	-	21
Gain on disposal of quoted securities	-	-	-	(36)	-	(36)
Interest income (recorded under revenue)	-	-	-	(6,885)	-	(6,885)
Interest income (recorded under other operating income)	-	(9)	(8)	(1)	-	(18)
Interest expenses	54	138	63	1,319	-	1,574
Fair value loss on perpetual securities	-	-	-	6,514	-	6,514
Fair value gain on quoted equity investment	-	-	-	(1,825)	-	(1,825)
Change in fair value of investment property	-	-	43	-	-	43

E. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

4 SEGMENT AND REVENUE INFORMATION (CONT'D)

1 January 2023 to 31 December
2023
S\$'000

	AMS	DMS	DPAS	Investment	Unallocated	Total
Segment revenue						
External	21,728	173,678	4,161	16,036	-	215,603
Inter-segment	-	-	-	-	-	-
	21,728	173,678	4,161	16,036	-	215,603
Segment result	380	(26)	936	(42,284)	5	(40,989)
Net foreign exchange loss						(1,021)
Gain on disposal of plant and equipment						31
Gain on disposal of right-of-use assets						3
Losses before income tax & share of associate results						(41,976)
Share of loss of associate						(2)
Losses before income tax						(41,978)
Income tax expense						(498)
Net loss for the year						(42,476)
Segment assets	7,800	53,128	10,740	106,011	-	177,679
Segment liabilities	(3,876)	(26,151)	(3,464)	(46,817)	(270)	(80,578)
Other segment information						
Capital expenditure – property, plant and equipment	66	418	109	-	-	593
Capital expenditure - right-of-use assets	1,299	5,617	-	-	-	6,916
Loss allowance on investment in debt securities	-	-	-	41,057	-	41,057
Depreciation – property, plant and equipment	270	293	97	-	-	660
Depreciation – right-of-use assets	756	2,737	119	-	-	3,612
Allowance for impairment of plant and equipment	-	58	-	-	-	58
Allowance for impairment of right-of-use assets	-	279	-	-	-	279
Plant and equipment written off	-	18	-	-	-	18
Allowance for inventories	25	82	13	-	-	120
Loss allowance/(Reversal of loss allowance)/ for trade receivables	-	29	(38)	8,074	-	8,065
Gain on disposal of quoted securities	-	-	-	(151)	-	(151)
Interest income (recorded under revenue)	-	-	-	(11,761)	-	(11,761)
Interest income (recorded under other operating income)	-	(27)	(15)	(3)	-	(45)
Interest expenses	64	252	128	2,591	-	3,035
Fair value loss on perpetual securities	-	-	-	6,514	-	6,514
Fair value gain on convertible loan	-	-	-	(244)	-	(244)
Fair value loss on derivative asset	-	-	-	64	-	64
Fair value gain on quoted equity investment	-	-	-	(2,981)	-	(2,981)
Change in fair value of investment property	-	-	43	-	-	43

E. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

4 SEGMENT AND REVENUE INFORMATION (CONT'D)

(b) Geographical information

	Revenue from external customers	
	12 months ended 31 December 2024	12 months ended 31 December 2023
	\$'000	\$'000
Singapore	227,554	211,442
Malaysia	4,473	4,161
	<u>232,027</u>	<u>215,603</u>

	Non-current assets	
	31 December 2024	31 December 2023
	\$'000	\$'000
Singapore	161,862	103,137
Malaysia	485	7,555
	<u>162,347</u>	<u>110,692</u>

(c) Breakdown of Sales

	Financial year ended 31 December 2024	Financial year ended 31 December 2023	Inc/(Dec)
	S\$'000	S\$'000	
Sales reported for first half year	121,167	93,321	30%
Operating profit/(loss) after tax before deducting non-controlling interests reported for first half year	149	(16,855)	N.M.
Sales reported for second half year	110,860	122,282	(9%)
Operating profit/(loss) after tax before deducting non-controlling interests reported for second half year	5,327	(25,621)	N.M.

E. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

5 FINANCIAL ASSETS AND FINANCIAL LIABILITIES

Set out below is an overview of the financial assets and financial liabilities of the Group as at 31 December 2024 and 31 December 2023:

	Group		Company	
	31 December 2024	31 December 2023	31 December 2024	31 December 2023
	S\$'000	S\$'000	S\$'000	S\$'000
Financial assets				
Financial instruments, designated as at FVTOCI	154,549	97,758	154,549	97,758
Financial instruments designated as at FVTPL	9,959	8,243	9,959	8,243
Amortised cost (including cash and cash equivalents)	29,358	28,886	10,273	14,881
	<u>193,866</u>	<u>134,887</u>	<u>174,781</u>	<u>120,882</u>
Financial liabilities				
Amortised cost	65,180	69,636	51,504	49,452
Lease liabilities	5,071	8,137	558	1,127
	<u>70,251</u>	<u>77,773</u>	<u>52,062</u>	<u>50,579</u>

E. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

6 REVENUE, COST OF GOODS SOLD AND GROSS PROFIT

The Group operates in four business segments – After Market Services (AMS), Distribution Management Solutions (DMS), Digital Inkjet Printing for Out-Of-Home Advertising Solutions (DPAS), and Investment.

The breakdown of revenue and cost of goods sold and spare parts are as follows:

	6 months ended 31 December 2024 S\$'000	6 months ended 31 December 2023 S\$'000	12 months ended 31 December 2024 S\$'000	12 months ended 31 December 2023 S\$'000
Revenue				
AMS	7,201	11,016	16,237	21,728
DMS	89,657	100,374	188,145	173,678
DPAS	2,539	2,081	4,473	4,161
Investment	11,463	8,811	23,172	16,036
	<u>110,860</u>	<u>122,282</u>	<u>232,027</u>	<u>215,603</u>
Cost of goods sold				
AMS	(5,172)	(8,559)	(11,917)	(16,925)
DMS	(83,255)	(94,556)	(176,270)	(163,391)
DPAS	(1,549)	(1,394)	(2,889)	(2,729)
Investment	-	-	-	-
	<u>(89,976)</u>	<u>(104,509)</u>	<u>(191,076)</u>	<u>(183,045)</u>
Gross profit				
AMS	2,029	2,457	4,320	4,803
DMS	6,402	5,818	11,875	10,287
DPAS	990	687	1,584	1,432
Investment	11,463	8,811	23,172	16,036
	<u>20,884</u>	<u>17,773</u>	<u>40,951</u>	<u>32,558</u>
GP%				
AMS	28%	22%	27%	22%
DMS	7%	6%	6%	6%
DPAS	39%	33%	35%	34%
Investment	100%	100%	100%	100%
	<u>19%</u>	<u>15%</u>	<u>18%</u>	<u>15%</u>

E. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

7 OTHER OPERATING INCOME

	6 months ended 31 December 2024 S\$'000	6 months ended 31 December 2023 S\$'000	12 months ended 31 December 2024 S\$'000	12 months ended 31 December 2023 S\$'000
<u>Interest income:</u>				
Fixed deposit	12	10	21	19
Lease interest income	61	8	99	26
Rental income	51	155	175	362
Rental support	1,051	1,541	2,090	2,565
<u>Government grants:</u>				
Income tax rebate	10	-	10	-
Productivity solutions grant	2	-	2	-
Wage credit	-	-	151	113
Work life grant	-	40	-	40
Consent fee	(1,338)	1	3	1,191
Work fee	-	-	3,212	-
Change in fair value of investment property	-	(43)	-	(43)
Change in fair value of asset classified as held for sale	(6)	-	(6)	-
Gain on disposal of plant and equipment	9	11	17	31
Gain on disposal of right-of-use assets	-	3	-	3
Others	21	3	37	25
	<u>(127)</u>	<u>1,729</u>	<u>5,811</u>	<u>4,332</u>
<u>Gain arising from derecognition of financial assets:</u>				
Gain on disposal of investment in quoted securities	3	36	3	151
	<u>3</u>	<u>36</u>	<u>3</u>	<u>151</u>
	<u>(124)</u>	<u>1,765</u>	<u>5,814</u>	<u>4,483</u>

Rental income pertains to the rental contribution from DPAS division with the premises leased to third parties since December 2021.

Rental support pertains to the recovery of support from a principal for the leases of certain outlets.

The consent fee was in relation to the payments made by issuers of certain distressed debt securities as part of their restructuring of the debt securities. The consent fee of \$1.3 million recognized in 1H-24 was reversed in 2H-24 and recorded as proceeds from the derecognition of certain distressed debt securities, in exchange for newly restructured debt securities issued by the issuers and quoted securities of the issuer.

The work fee recorded in YTD-24 relates to the payment made by the issuer of certain distressed debt securities, for the negotiation work undertaken by the Company during the restructuring process.

E. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

8 OTHER OPERATING EXPENSES

	6 months ended 31 December 2024 S\$'000	6 months ended 31 December 2023 S\$'000	12 months ended 31 December 2024 S\$'000	12 months ended 31 December 2023 S\$'000
Rental expenses	31	37	65	79
Depreciation of property, plant and equipment	229	306	513	594
Depreciation of right-of-use assets	1,785	1,898	3,596	3,493
Plant and equipment written off	8	17	9	18
Allowance/(Reversal of allowance) for inventories	413	(2)	518	120
Inventories write off	1	-	1	-
Trade receivables written off	3	-	3	-
Provision for other provision	-	21	-	13
Foreign currency exchange loss	245	1,319	23	1,021
	<u>2,715</u>	<u>3,596</u>	<u>4,728</u>	<u>5,338</u>
<u>Fair value movement on financial assets:</u>				
Fair value gain on convertible loan	-	-	-	(244)
Fair value loss on derivative asset	-	-	-	64
Fair value (gain)/loss on perpetual securities	(2,977)	6,514	(2,977)	6,514
Fair value (gain)/loss on quoted equity securities	<u>(1,309)</u>	<u>(1,825)</u>	<u>1,522</u>	<u>(2,981)</u>
	(4,286)	4,689	(1,455)	3,353
<u>Impairment loss on financial assets:</u>				
Allowance for impairment of right-of-use assets	309	279	309	279
Allowance for impairment on plant and equipment	37	58	37	58
(Reversal of loss allowance)/Loss allowance for trade receivables	(1,103)	5,816	1,509	8,065
Loss allowance for non trade receivables	240	232	-	232
Loss allowance on investment in debt securities	<u>3,995</u>	<u>19,505</u>	<u>12,428</u>	<u>41,057</u>
	3,478	25,890	14,283	49,691
	<u>1,907</u>	<u>34,175</u>	<u>17,556</u>	<u>58,382</u>

Allowance for impairment of right-of-use assets and plant and equipment in 2H-24 pertains to the impairment of leases and renovation respectively for the non-performing outlets of DMS business.

Reversal of loss allowance for trade receivables in 2H-24 was mainly in relation to recovery of coupon interest accrued for certain distressed debt securities.

Loss allowance on investment in debt securities in 2H-24 was recorded in view of the significant increase in credit risk of distressed debt securities and was derived based on the difference between expected recovery and carrying value of the debt securities.

E. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

9 FINANCE COSTS

	6 months ended 31 December 2024 S\$'000	6 months ended 31 December 2023 S\$'000	12 months ended 31 December 2024 S\$'000	12 months ended 31 December 2023 S\$'000
Interest expense on bank loans	1,074	1,394	2,169	2,735
Interest expense on lease liabilities	147	179	343	297
Interest expense on lease liabilities from financial institutions	-	1	-	3
	<u>1,221</u>	<u>1,574</u>	<u>2,512</u>	<u>3,035</u>

10 INCOME TAX EXPENSE

The Group calculates the period income tax expense using the tax rate that would be applicable to the expected total annual earnings. The major components of income tax expense in the condensed interim consolidated statement of profit or loss are:

	6 months ended 31 December 2024 S\$'000	6 months ended 31 December 2023 S\$'000	12 months ended 31 December 2024 S\$'000	12 months ended 31 December 2023 S\$'000
Current tax	458	83	525	205
Deferred tax	<u>200</u>	<u>(30)</u>	<u>200</u>	<u>(30)</u>
	658	53	725	175
Under/(Over) provision in respect of prior years:				
- current tax	30	(10)	30	(10)
- deferred tax	<u>(499)</u>	<u>333</u>	<u>(499)</u>	<u>333</u>
Tax expense	<u>189</u>	<u>376</u>	<u>256</u>	<u>498</u>

11 EARNINGS PER SHARE

	6 months ended 31 December 2024 Cents	6 months ended 31 December 2023 Cents	12 months ended 31 December 2024 Cents	12 months ended 31 December 2023 Cents
- Basic	0.614	(2.928)	0.630	(4.855)
- Fully diluted	<u>0.614</u>	<u>(2.928)</u>	<u>0.630</u>	<u>(4.855)</u>

Basic earnings per ordinary share is computed based on the weighted average number of shares in issue of 870,720,731 during the period (31 December 2023: 874,721,726).

Fully diluted earnings per ordinary share is computed based on the weighted average number of shares during the period adjusted for the effect of all potential dilutive ordinary shares of 870,720,731 (31 December 2023: 874,721,726).

E. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

12 NET ASSET VALUE

	Group		Company	
	31 December 2024	31 December 2023	31 December 2024	31 December 2023
	Cents	Cents	Cents	Cents
Net Asset Value ("NAV") per share	17.06	11.08	14.94	8.70

The NAV per share as at 31 December 2024 is calculated based on 870,110,270 (excluding 36,967,283 ordinary shares held as treasury shares) (31 December 2023: 871,729,770 ordinary shares, excluding 35,347,783 ordinary shares held as treasury shares).

13 DIVIDENDS

	Group and Company	
	FY 2024	FY 2023
	S\$'000	S\$'000
Ordinary dividends declared and paid:		
One-tier exempt final dividend of \$Nil in respect of the financial year ended 31 December 2023 (FY2023: \$0.004854 per share paid on 28 June 2023 in respect of the financial year ended 31 December 2022)	-	4,250

14 RELATED PARTY TRANSACTIONS

In addition to the information disclosed elsewhere in the financial statements, the following transactions were entered into by the Group with related parties at terms agreed between the parties during the financial year. The balances with related parties are unsecured, interest-free and repayable on demand unless otherwise stated.

During the period, the Group entered into the following related party transactions:

	Group			
	6 months ended 31 December 2024	6 months ended 31 December 2023	12 months ended 31 December 2024	12 months ended 31 December 2023
	S\$'000	S\$'000	S\$'000	S\$'000
<u>Nature of transactions</u>				
<i>Transactions with companies owned by common Directors:</i>				
Rental payments	202	202	404	373
<i>Transactions with Director and controlling shareholder</i>				
Loan from shareholder	(27,822)	-	(27,822)	-
Interest on shareholder's loan	191	-	191	-
<i>Transactions with the associate</i>				
Revenue from printing jobs	-	-	(7)	-

The amounts outstanding are unsecured and will be settled in cash. No guarantees have been given or received, unless otherwise stated in the respective notes to the financial statements.

E. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

15 TRADE RECEIVABLES

	Group		Company	
	31 December 2024	31 December 2023	31 December 2024	31 December 2023
	S\$'000	S\$'000	S\$'000	S\$'000
Third parties	7,697	8,563	1,003	1,941
Accrued income	3,842	3,334	37	100
Accrued interest receivables from debt securities	6,370	11,306	6,370	11,306
Loan receivables from third parties	940	811	940	811
Others	-	121	-	-
Related parties	155	147	-	-
Subsidiary	-	-	1	-
	19,004	24,282	8,351	14,158
Less: Loss allowance for trade receivables	(7,822)	(12,499)	(7,310)	(12,119)
	11,182	11,783	1,041	2,039

The average credit period on sales is 30 days (2023: 30 days). No interest is charged on outstanding trade receivables.

Net reversal of loss allowance for trade receivables of \$1.1 million (31 December 2023: loss allowance of \$5.8 million) has been determined for the six months ended 31 December 2024, mainly in relation to the recovery of coupon interest receivables pertaining to investment in debt securities.

16 OTHER RECEIVABLES AND PREPAYMENTS

	Group		Company	
	31 December 2024	31 December 2023	31 December 2024	31 December 2023
	S\$'000	S\$'000	S\$'000	S\$'000
Deposits	990	1,168	234	238
Prepayments	176	293	22	71
Third parties	2,459	1,382	7	260
	3,625	2,843	263	569
Subsidiaries	-	-	9,191	10,687
	3,625	2,843	9,454	11,256
Less: Loss allowance for other receivables				
- subsidiaries	-	-	(1,030)	(1,047)
- others	-	(232)	-	(232)
	-	(232)	(1,030)	(1,279)
	3,625	2,611	8,424	9,977
Analysed as:				
Current	2,180	1,642	8,368	9,800
Non-current	1,445	969	56	177
	3,625	2,611	8,424	9,977

E. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

16 OTHER RECEIVABLES AND PREPAYMENTS (Cont'd)

Receivables from third parties of \$2.5 million as at 31 December 2024 comprised mainly of lease receivables of \$1.9 million.

Other receivables and prepayments (non-current)

This pertains to rental and utility deposits for leases and lease receivables, that are more than 1 year.

17 INVENTORIES

	Group		Company	
	31 December 2024	31 December 2023	31 December 2024	31 December 2023
	S\$'000	S\$'000	S\$'000	S\$'000
Spare parts, handsets,				
Accessories and prepaid cards	14,998	25,308	495	971
Raw materials	717	584	-	-
	15,715	25,892	495	971

During the six months ended 31 December 2024, allowance for inventory obsolescence of \$413,000 (six month ended 31 December 2023: reversal of allowance of \$2,000) was made.

18 ASSET CLASSIFIED AS HELD FOR SALE

In YTD-24, management committed to a plan to sell the investment property at No. 32, Jalan 51A/223, Seksyen 51A, 46100 Petaling Jaya, Selangor Darul Ehsan, Malaysia, held by Pixio Sdn. Bhd., which is a wholly-owned subsidiary of the Company. Accordingly, the investment property is presented as asset held for sale.

The major classes of assets and liabilities comprising the "asset classified as held for sale" and "liability directly associated with asset classified as held for sale" were as follows:

	Group	
	31 December 2024	31 December 2023
	S\$'000	S\$'000
Investment property (Note 23)	7,760	-
Total asset held for sale	7,760	-
Bank loan	2,240	-
Total liability directly associated with		
Asset classified as held for sale	2,240	-

The bank loan is secured by the investment property and corporate guarantee from the Company.

19 PROPERTY, PLANT AND EQUIPMENT

During the six months ended 31 December 2024, the Group acquired assets with an aggregate cost of \$274,000 (six months ended 31 December 2023: \$310,000) and disposed of assets with a net book value amounting to \$39,000 (six months ended 31 December 2023: \$33,000).

As at 31 December 2024, the carrying amount of the Group's property, plant and equipment was inclusive of an allowance for impairment of renovation of \$104,000 (31 December 2023: \$67,000) for certain non-performing outlets of DMS business.

E. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

20 RIGHT-OF-USE ASSETS

As at 31 December 2024, the carrying amount of the Group's right-of-use assets relate to the leases of its office premises, retail outlets and service centres of \$4.3 million (31 December 2023: \$7.5 million), net of allowance for impairment of \$815,000 (31 December 2023: \$535,000) for leases of certain non-performing outlets of DMS business.

21 INVESTMENT IN EQUITY SECURITIES

	Group		Company	
	31 December 2024	31 December 2023	31 December 2024	31 December 2023
	S\$'000	S\$'000	S\$'000	S\$'000
Investments in quoted equity instruments designated as at FVTOCI	129,992	76,839	129,992	76,839
Investments in quoted equity instruments designated as at FVTPL	3,402	4,839	3,402	4,839
	133,394	81,678	133,394	81,678

The Group measures its quoted equity securities at fair value through other comprehensive income and through profit and loss.

During the six months ended 31 December 2024, the Group has invested \$69.9 million (six months ended 31 December 2023: \$1,000) and disposed of certain quoted equity securities with a cumulative fair value of \$38.2 million (six months ended 31 December 2023: \$6.6 million). The cumulative gain on disposal of \$9.3 million (six months ended 31 December 2023: gain on disposal of \$877,000) was reclassified from investment revaluation reserve to retained earnings.

For the year ended 31 December 2024, the Group has invested \$78.5 million (31 December 2023: \$90,000) and disposed of certain quoted equity securities with a fair value of \$44.8 million (31 December 2023: \$18.3 million) at the date of disposal. The cumulative gain on disposal of \$9.6 million (31 December 2023: gain on disposal of \$2.4 million) was reclassified from Investment revaluation reserve to retained earnings.

The fair values of these securities are based on the quoted bid prices in an active market on the last market day of the period. Accordingly, these securities are classified under Level 1 of the fair value hierarchy.

A net fair value increase of \$17.4 million (six months ended 31 December 2023: net fair value decrease of \$4.3 million) was recorded in the investment revaluation reserve for the six months ended 31 December 2024.

A net fair value increase of \$18.3 million (31 December 2023: net fair value decrease of \$7.2 million) was recorded for the year ended 31 December 2024, for quoted equity securities designated at fair value through other comprehensive income.

The investment in quoted equity designated as at fair value through profit or loss was recorded at \$3.4 million as at 31 December 2024 with a fair value gain of \$1.3 million for 2H-24 (six months ended 31 December 2023: fair value gain of \$1.8 million). However, a fair value loss of \$1.5 million was recorded for YTD-24 (YTD-23: fair value gain of \$3.0 million). The group has disposed of certain quoted securities with a fair value of \$47,000 as at 31 December 2024 (31 December 2023: \$Nil). The cumulative gain on disposal of \$17,000 (six months ended 31 December 2023: \$Nil) was recorded in gain/(loss) on disposal of investment securities in profit or loss.

E. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

21 INVESTMENT IN EQUITY SECURITIES (CONT'D)

As at 31 December 2024, the Group invested in quoted equity securities of companies which are broadly categorised within the following business sectors:

Business Sectors	%
Real estate	49.9%
Financials	23.6%
Infrastructure	9.2%
Leisure and hospitality	6.4%
Healthcare	4.6%
Manufacturing	3.3%
Agriculture	2.6%
Telecommunication	0.2%
Food and beverage	0.1%
Education	0.1%
TOTAL	100.0%

Below is the key information of the quoted equity securities as at 31 December 2024:

By Market Capitalisation	%
\$1 billion and above	76.1%
\$500 million to \$1 billion	14.6%
\$200 million to \$500 million	2.8%
\$200 million and below	6.5%
TOTAL	100.0%

By Exchange (based on market value)	%
HKEX	54.2%
SGX	40.9%
NASDAQ	4.6%
SIX	0.2%
LSE	0.1%
TOTAL	100.0%

By Currencies (based on market value)	%
HKD	54.2%
SGD	25.3%
USD	20.1%
CHF	0.2%
GBP	0.2%
TOTAL	100.0%

Weighted portfolio Information (based on simple weighted average calculation)

Market Capitalisation	\$23.97 billion
Dividend Yield	5.55%
5-year Beta	0.578
P/B	0.98x
EV/EBITDA	(3.75x)
Debt/EBITDA	(1.68x)

E. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

22 INVESTMENT IN PERPETUAL SECURITIES

	Group		Company	
	31 December 2024	31 December 2023	31 December 2024	31 December 2023
	S\$'000	S\$'000	S\$'000	S\$'000
Investments in perpetual securities instruments designated as at FVTPL	6,557	3,404	6,557	3,404
	6,557	3,404	6,557	3,404

As at 31 December 2024, the Group holds perpetual securities with an aggregate nominal value of \$125.0 million. Distribution is payable semi-annually in arrears based on the distribution rate as defined in the subscription agreement. The perpetual securities do not have maturity dates and the distribution payments can be deferred at the discretion of the issuers. The Group measures its perpetual securities at fair value through profit and loss. The fair values of these securities are based on the quoted bid prices on the last market day of the financial year. A net fair value gain of \$3.0 million (YTD-23: net fair value loss of \$6.5 million) was recorded in the profit and loss for the year ended 31 December 2024.

23 INVESTMENT IN DEBT SECURITIES

	Group		Company	
	31 December 2024	31 December 2023	31 December 2024	31 December 2023
	S\$'000	S\$'000	S\$'000	S\$'000
Quoted debt securities, at fair value through other comprehensive income	24,557	20,919	24,557	20,919
	24,557	20,919	24,557	20,919
Analysed as:				
Current	9,465	12,654	9,465	12,654
Non-current	15,092	8,265	15,092	8,265
	24,557	20,919	24,557	20,919

The Group measures its quoted debt securities at fair value through other comprehensive income.

During the six months ended 31 December 2024, the Group has invested \$Nil (six months ended 31 December 2023: \$296,000) in debt securities and disposed \$Nil (six months ended 31 December 2023: \$36,000) in debt securities. For the year ended 31 December 2023, the Group has invested \$32.9 million mainly in Chinese property bonds at a low entry value, redeemed \$560,000) and disposed \$28.6 million respectively in debt securities. For the year ended 31 December 2024, the Group has not invested, redeemed and disposed of any debt securities.

During the year ended 31 December 2024, the certain distressed debt securities with a fair value of \$6.3 million were derecognised in exchange for restructured new debt securities from the issuers, of a fair value of \$5.5 million and quoted equity securities of the issuer of \$0.9 million, as part of the restructuring.

For investment in debt securities designated as fair value through other comprehensive income, the loss allowance of \$4.0 million was recorded for the six months ended 31 December 2024 (six months ended 31 December 2023: the loss allowance of \$19.5 million). The loss allowance of \$12.4 million was recorded for the year ended 31 December 2024 (31 December 2023: the loss allowance of \$41.1 million), as the debt securities were assessed with a significant increase in the credit risk.

For quoted debt securities designated as fair value through other comprehensive income, the fair value of these securities is based on the quoted bid prices in an active market on the last market day of the period. Accordingly, these securities are classified under level 1 of the fair value hierarchy.

E. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

23 INVESTMENT IN DEBT SECURITIES (CONT'D)

As at 31 December 2024, the Group invested in bonds and the issuers of the debt securities are of companies broadly categorised within the following business sectors:

Business Sectors (based on market value)	%
Real estate	98.8%
Education	1.2%
TOTAL	100.0%

Below is the key information of the debt securities as at 31 December 2024:

By Exchange (based on market value)	%
SGX	76.6%
HKEX	23.4%
TOTAL	100.0%

By Currencies (based on market value)	%
USD	98.8%
SGD	1.2%
TOTAL	100.0%

By Credit Rating (based on market value)	%
Non-rated	100.0%
TOTAL	100.0%

24 INVESTMENT PROPERTY

	Group	
	31 December 2024	31 December 2023
	S\$'000	S\$'000
Leasehold land and building		
At beginning of year	7,321	7,763
Property reclassified as held for sale	(7,760)	-
Currency realignment	445	(399)
Fair value loss recognised in profit or loss	(6)	(43)
At end of period/ year	-	7,321

Fair value measurement of the Group's investment property

The Group's investment property is stated at their revalued amounts, being the fair value at the date of revaluation less any subsequent accumulated impairment losses. Subsequent gain or loss arising from changes in the fair value of investment property are included in the profit or loss for the period in which it arises.

The fair value measurement of the Group's investment property was performed as at 31 December 2024 by independent qualified valuer, Jones Lang Wootton. The fair value of the Group's investment property is determined based on significant unobservable inputs and is categorised under Level 3 of the fair value hierarchy. Level 3 fair value has been derived using the comparison method and depreciable replacement cost method.

E. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

25 BANK OVERDRAFTS AND LOANS

	Group		Company	
	31 December 2024	31 December 2023	31 December 2024	31 December 2023
	S\$'000	S\$'000	S\$'000	S\$'000
<u>Secured - at amortised costs</u>				
Bank overdrafts	14,614	14,415	14,614	14,415
Bank loans	27,832	28,670	27,832	26,281
	<u>42,446</u>	<u>43,085</u>	<u>42,446</u>	<u>40,696</u>
 <u>Unsecured - at amortised costs</u>				
Bank loans	1,087	2,360	1,087	2,360
Trust receipts	4,465	3,500	-	-
	<u>5,552</u>	<u>5,860</u>	<u>1,087</u>	<u>2,360</u>
 Total	<u>47,998</u>	<u>48,945</u>	<u>43,533</u>	<u>43,056</u>
 Analysed as:				
Current	47,998	47,859	43,533	41,970
Non-current	-	1,086	-	1,086
	<u>47,998</u>	<u>48,945</u>	<u>43,533</u>	<u>43,056</u>

Bank overdrafts and loans comprised mainly of bank overdrafts and term loans of \$14.6 million and \$27.8 million respectively for the investment in equity and debt securities, term loans of \$1.1 million and trust receipts of \$4.5 million for working capital.

The secured borrowings comprise bank overdrafts and term loans of \$42.4 million secured against the investments in quoted equity and debt securities.

Management has assessed and confirmed that there is no breach of any bank covenants as at 31 December 2024.

26 SHARE CAPITAL

	Group and Company			
	31 December 2024	31 December 2023	31 December 2024	31 December 2023
	Number of ordinary shares		S\$'000	S\$'000
Issued and paid up:				
At beginning of year	907,077,553	907,077,553	123,276	123,276
Capital reduction	-	-	(27,397)	-
At end of year	<u>907,077,553</u>	<u>907,077,553</u>	<u>95,879</u>	<u>123,276</u>

E. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

27 TREASURY SHARES

	<u>Group and Company</u>			
	31 December 2024	31 December 2023	31 December 2024	31 December 2023
	Number of ordinary shares		S\$'000	S\$'000
At beginning of year	35,347,783	31,514,983	3,086	2,836
Repurchased during the year	1,619,500	3,832,800	82	250
At end of year	36,967,283	35,347,783	3,168	3,086

28 SHAREHOLDER'S LOAN

	<u>Group and Company</u>	
	31 December 2024	31 December 2023
	S\$'000	S\$'000
At beginning of year	-	-
Additions during the year	27,822	-
At end of year	27,822	-

The Group has obtained a loan from its Director and controlling shareholder of the Company, Edward Lee Ewe Ming, to support its working capital requirements and capitalise on potential attractive opportunities in the market.

The loan and interest are on unsecured basis and the payment of interest and repayment of the loan will be at the sole discretion of the Company. Interest on the loan is charged at the rate that is one basis point below the borrowing interest rate offered to the lender by the bank on the loan amount, as may vary from time to time. During the year ended 31 December 2024, total interest paid to shareholder amounted to \$191,000.

The shareholder's loan is classified as equity in the financial statements.

29 SUBSEQUENT EVENTS

There are no known subsequent events which have led to adjustments to this set of interim financial statements.

30 COMPARATIVE FIGURES

Certain comparative figures have been reclassified to conform with the current year's presentation. As a result of the reclassification, the Group's and Company's investment in perpetual securities increased by \$3.4 million as at 31 December 2023. Correspondingly, investment in debt securities decreased by the same amount.

The Group's fair value loss on perpetual securities increased by \$6.5 million in both periods 2H-23 and YTD-23. Correspondingly, loss allowance on investment in debt securities decreased by the same amount in both periods 2H-23 and YTD-23.

F. OTHER INFORMATION

- 1(i) **Details of any changes in the Company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year**

Share Buy Back

Under the Share Buy Back Mandate (first approved by the Shareholders on 28 September 2018 and last renewed at the Annual General Meeting on 29 April 2024), the Company bought back 592,500 ordinary shares during 2H-24. The amount paid, including brokerage fees, totaled \$26,540 and was deducted against shareholders' equity.

Share Capital and Treasury Shares

There were no movements in the Company's issued share capital for the period ended 31 December 2024. The total number of ordinary shares in issue was 907,077,553 of which 36,967,283 was held by the Company as treasury shares as at 31 December 2024. The treasury shares held represents 4.25% of the total number of issued shares (excluding treasury shares). With the completion of the capital reduction on 3 December 2024, the issued and fully paid-up share capital of the Company reduced from \$123,276,197 to \$95,878,751.

There were no movements in the Company's issued share capital for the period ended 31 December 2023. The total number of ordinary shares in issue was 907,077,553 of which 35,347,783 was held by the Company as treasury shares as at 31 December 2023. The treasury shares held represents 4.05% of the total number of issued shares (excluding treasury shares). The share capital was \$123,276,197 as at 31 December 2023.

Share Award Scheme

On 28 September 2018, the shareholders of the Company approved the share award scheme known as mDR Share Plan 2018. Under the mDR Share Plan 2018, the Company will deliver shares granted under an award by issuing new shares and/or transferring treasury shares free of charge, upon the participant satisfying such conditions as specified by the Committee administering the mDR Share Plan. As at 31 December 2024, no share award had been granted.

F. OTHER INFORMATION (CONT'D)

- 1(ii) To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.

	Number of ordinary shares	
	31-Dec-24	31-Dec-23
Total number of issued shares	907,077,553	907,077,553
Less: Treasury shares	<u>(36,967,283)</u>	<u>(35,347,783)</u>
Total number of issued shares excluding treasury	<u>870,110,270</u>	<u>871,729,770</u>

- 1(iii) A statement showing all sales, transfers, disposal, cancellation and/or use of treasury shares as at the end of the current financial period reported on.

Not applicable.

- 1(iv) A statement showing all sales, transfers, disposal, cancellation and/or use of subsidiary holdings as at the end of the current financial period reported on.

Not applicable.

2. Whether the figures have been audited or reviewed, and in accordance with which auditing standard or practice.

The figures have not been audited or reviewed by the auditors of the Company.

3. Where the figures have been audited or reviewed, the auditors' report (including any modifications or emphasis of matter).

Not applicable.

- 3A. Where the latest financial statements are subject to an adverse opinion, qualified opinion or disclaimer of opinion:-

(a) Updates on the efforts taken to resolve each outstanding audit issue.

(b) Confirmation from the Board that the impact of all outstanding audit issues on the financial statements have been adequately disclosed

This is not required for any audit issue that is a material uncertainty relating to the going concern.

Not applicable. The Group's latest audited financial statements for the financial year ended 31 December 2023 are not subject to an adverse opinion, qualified opinion or disclaimer of opinion issued by the auditors.

F. OTHER INFORMATION (CONT'D)

4. **A review of the performance of the Group, to the extent necessary for a reasonable understanding of the Group's business. The review must discuss any significant factors that affected the turnover, costs, and earnings of the Group for the current financial period reported on, including (where applicable) seasonal or cyclical factors. It must also discuss any material factors that affected the cash flow, working capital, assets or liabilities of the Group during the current financial period reported on**

Revenue and Profit after income tax

The Group's revenue of \$110.9 million for 2H-24 decreased by 9% (\$11.4 million) as compared to 2H-23, due to AMS and DMS operations. The Group's revenue increased by 8% (\$16.4 million) from \$215.6 million in YTD-23 to \$232.0 million in 2024, with higher revenue from DMS business and investment segment. Overall, the Group's gross margin increased by 4% to 19% in 2H-24 and increased by 3% to 18% in YTD-24.

Revenue from DMS business decreased by 11% in 2H-24 from \$100.4 million in 2H-23 to \$89.7 million mainly due to reduced revenue from retail operations and handset distribution. However YTD-24 revenue increased by 8% from \$173.7 million in YTD-23 to \$188.1 million, mainly due to higher sales activities for handsets distribution. However, revenue growth was impacted by reduced walk-in sales at retail outlets, though this was partially offset by increased sign-ups for ZYM Mobile SIM plans (MVNO services). Gross margin for DMS business, however, increased by 1% from 6% to 7% for 2H-24 and remained steady at 6% in both years.

Revenue from AMS business decreased by 35% from \$11.0 million in 2H-23 to \$7.2 million in 2H-24 and decreased by 25% from \$21.7 million in YTD-23 to \$16.2 million in YTD-24, due to lower repair volumes and reduced spare parts revenue. Gross margin, however, increased by 6% from 22% in 2H-23 to 28% in 2H-24 and enjoyed a 5% increase in YTD-24 at 27%, mainly from a change in repair mix.

Revenue from Investment segment increased by 30% from \$8.8 million in 2H-23 to \$11.5 million in 2H-24, mainly due to the increase in coupon interest income from investment in debt securities by \$2.5 million and the increase in dividend income from investment in equity securities by \$0.8 million, partially offset by the decrease in interest income from loan to third parties by \$0.6 million. Year on year, revenue from investment segment increased by 44%, from \$16.0 million in YTD-23 to \$23.2 million in YTD-24, contributed mainly from the increase in bond interest income by \$7.5 million, and the increase in dividend income from investment in equity securities by \$0.4 million, partially offset by the decrease in interest income from loan to third parties by \$0.8 million.

Revenue from DPAS business increased by 22% from \$2.1 million in 2H-23 to \$2.5 million in 2H-24 and 7% from \$4.2 million in YTD-23 to \$4.5 million in YTD-24, mainly due to the higher domestic demand in Malaysia. Gross margin increased from 33% in 2H-23 to 39% in 2H-24 and from 34% in YTD-23 to 35% in YTD-24, mainly due to certain installation works were carried out in-house in 2024.

Other operating income decreased by \$1.9 million in 2H-24, mainly due to the adjustment of \$1.3 million in consent fees, which were recognised as proceeds from disposal of investment in debt securities and reduced rental supports by \$0.5 million. Year-on-year, other operating income increased by \$1.3 million in YTD-24, mainly due to \$3.2 million work fee received from the issuer of certain distressed debt securities, for the negotiation work undertaken by the company during the restructuring process. This increase was partially offset by the decline in consent fees, as higher fees of \$1.2 million were recorded in YTD-23 and reduced rental supports by \$0.5 million.

Administrative costs increased by 34% (\$3.1 million) and 19% (\$3.4 million) in 2H-24 and YTD-24 respectively, as compared to the corresponding periods in 2023, mainly due to higher staff costs by \$2.8 million with increased incentives accrued for investment team in view of the disposals of investments in the period.

Other operating expenses decreased by 24% (\$0.9 million) in 2H-24 and 11% (\$0.6 million) in YTD-24. This was mainly due to reduced foreign exchange loss by \$1.1 million in 2H-24 and \$1.0 million in YTD-24, partially offset by the increase in allowance for inventories by \$0.4 million for both periods.

Impairment loss on assets decreased by \$22.4 million and \$35.4 million in 2H-24 and YTD-24 respectively, mainly due to the reduced loss allowance on investment in debt securities by \$15.5 million recorded in 2H-24 and by \$28.6 million in YTD-24, due to the increased recovery value for certain distressed debt securities. Reversal of loss allowance for trade receivables of \$1.1 million in 2H-24 against loss allowance of \$5.8 million in 2H-23 and lower loss allowance for trade receivables by \$6.6 million was recorded in YTD-24, in relation to recovery of coupon interest from certain distressed debt securities.

F. OTHER INFORMATION (CONT'D)

Revenue and Profit after income tax (Cont'd)

Finance costs decreased by \$0.4 million in 2H-24 and \$0.5 million in YTD-24, mainly due to lower interest rates on bank loans.

The Group reported net profit of \$5.3 million in 2H-24 compared to net loss of \$25.6 million in 2H-23, mainly due to the lower loss allowance on investment in debt securities by \$15.5 million, the lower loss allowance on trade receivables by \$6.9 million, and the fair value gain on perpetual securities of \$3.0 million. Year-on-year, the Group reported net profit of \$5.5 million in YTD-24 compared to net loss of \$42.5 million in YTD-23, mainly from the lower loss allowance on investment in debt securities by \$28.6 million and the lower loss allowance for trade receivables by \$6.6 million and coupled with fair value gain on perpetual securities of \$3.0 million in YTD-24 but was partially offset by the fair value loss on quoted equity investments which was \$4.5 million lower than YTD-23.

Excluding the following non-cash adjustments, the Group registered net profit of \$5.4 million in 2H-24. Year on year, the Group's net profit stood at \$16.8 million, which is 640% higher than \$2.3 million in YTD-23.

S\$'000	2H-24	2H-23	Inc/(Dec) %	YTD-24	YTD-23	Inc/(Dec) %
Profit/(Loss) for the period	5,327	(25,621)	<i>N.M.</i>	5,476	(42,476)	<i>N.M.</i>
<u>Impairments and fair value movements during the year:</u>						
Allowance for impairment of non-current assets	346	337	3%	346	337	3%
Loss allowance on investment in debt securities	3,995	19,505	(80%)	12,428	41,057	(70%)
Fair value (gain)/loss on perpetual securities	(2,977)	6,514	<i>N.M.</i>	(2,977)	6,514	<i>N.M.</i>
Fair value (gain)/loss on quoted equity investment	(1,309)	(1,825)	(28%)	1,522	(2,981)	<i>N.M.</i>
Net fair value gain on convertible loan and derivative asset	-	-	<i>N.M.</i>	-	(180)	<i>N.M.</i>
Adjusted profit/(loss) for the period	<u>5,382</u>	<u>(1,090)</u>	<i>N.M.</i>	<u>16,795</u>	<u>2,271</u>	640%

F. OTHER INFORMATION (CONT'D)

Balance Sheet Analysis

Current assets

Total current assets decreased by \$5.8 million from \$67.0 million as at 31 December 2023 to \$61.2 million as at 31 December 2024, mainly due to decrease in inventories by \$10.2 million and the decrease in investment in debt securities by \$3.2 million. It was partially offset by the assets classified as held for sales of \$7.8 million, which was reclassified from investment property under non-current assets due to management committed to selling the property within the next 12 months.

Non-current assets

Total non-current assets increased by \$51.6 million from \$110.7 million as at 31 December 2023 to \$162.3 million as at 31 December 2024.

Investment in equity securities increased by \$51.7 million, mainly arose from investment in equity securities of \$78.5 million in YTD-24 and the fair value gain of \$18.3 million for the equity securities in YTD-24. It was partially offset by the disposal of equity securities of \$44.8 million in YTD-24.

Investment in perpetual securities increased by \$3.2 million, mainly from fair value movement of the securities in YTD-24.

Investment in debt securities increased by \$6.8 million, mainly due to the receipt of payment in kind (in form of debt securities) for coupon interest of restructured bonds, partially offset by the fair value movement of the debt securities in YTD-24.

Other receivables increased by \$0.5 million mainly from the rental deposit with tenure of more than 1 year and lease receivables.

The increase was partially offset by the decrease in right-of-use assets by \$3.2 million and investment property of \$7.3 million being reclassified as assets classified as held for sale.

Current liabilities

Total current liabilities decreased by \$3.3 million from \$74.2 million as at 31 December 2023 to \$70.9 million as at 31 December 2024, mainly due to decrease in trade payables by \$7.5 million and lease liabilities by \$0.7 million. It was partially offset by the increase in other payables by \$2.2 million arising from accrued rental support and liabilities directly associated with asset classified as held for sale of \$2.2 million.

Non-current liabilities

Total non-current liabilities decreased by \$2.6 million from \$6.3 million as at 31 December 2023 to \$3.7 million as at 31 December 2024, mainly due to decrease in lease liabilities by \$2.4 million, the decrease in long term bank loans by \$1.1 million, and the reversal of deferred tax liability \$0.2 million, partially offset by the increase in other payable arising from accrued rental support.

Negative working capital

Notwithstanding that the Group and Company are in net current liabilities position of \$9.7 million and \$32.3 million respectively as at 31 December 2024, the Board is of the view that the Group and the Company are able to meet their financial obligations in view of the investment in quoted equity securities of \$133.4 million classified under non-current assets which are assets with high liquidity. These investments are classified under non-current assets due to the Company's intention to hold these investments on a long-term basis.

Cash Flows

The Group registered cash and cash equivalents of \$14.7 million as at 31 December 2024, representing an outflow of \$178,000 since 31 December 2023.

Cashflow from operating activities

Net cash inflow of \$11.7 million in YTD-24 arose mainly from positive operating cash flows before movements in working capital of \$7.1 million and the inflow from the changes in working capital of \$4.8 million, arose mainly from lower trade payable and reduced inventories.

F. OTHER INFORMATION (CONT'D)

Cash Flows (Cont'd)

Cashflow from investing activities

Net cash outflow of \$32.9 million in YTD-24 was mainly due to the purchase of quoted equity securities of \$78.5 million and the purchase of plant and equipment of \$0.6 million. This was partially offset by the proceeds from disposal of quoted equity securities and debt securities of \$44.8 million and \$1.3 million respectively.

Cashflow from financing activities

Net cash inflow of \$21.0 million in YTD-24 was mainly attributable to the proceeds from shareholder's loan of \$27.8 million. This was partially offset by the repayment of lease liabilities of \$3.9 million, interest payment of \$2.7 million and the net repayment of bank borrowings of \$108,000.

5. Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results

Not applicable.

6. A commentary at the date of the announcement of the competitive conditions of the industry in which the Group operates and any known factors or events that may affect the Group in the next reporting period and the next 12 months

The Group maintains a cautious outlook for FY2025. While economic recovery is expected to continue, geopolitical tensions, trade disputes, and monetary policies could impact overall growth.

Dividend income will continue to be the primary revenue source for the Investment division. While recent policy measures by the Chinese government provide some relief to the property sector, the sector's recovery will hinge on the success of these measures. However, considering the low acquisition costs, diversified portfolio, and the progress of the restructuring process, the Group remains cautiously optimistic about the long-term performance of its investments.

The DMS division expects to grow despite the competition and margin pressure in the telecommunications industry landscape. The division is focusing on enhancing operational efficiency to boost sales growth by adopting omni-channel strategies to drive sales growth across both online and offline platforms. A key area of momentum is the division's MVNO business, ZYM Mobile, which is witnessing encouraging signs of growth. With the increasing subscribers base, fueled by competitive SIM plan offerings, 5G adoption, and other value-added services, and by constantly innovating and adapting to consumer preferences, DMS division aims to position itself as a leading complete mobile solutions provider in the telecommunications market.

AMS division is experiencing a decline in repair volumes, which may impact its performance. The division will prioritise cost control measures to mitigate the impact of lower repair demand.

The DPAS division anticipates stable business performance, although it may encounter margin pressure due to increasing operational costs.

The Group will remain focused on maximising operational efficiency and adaptability in navigating the evolving economic environment to drive value and growth.

7. Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on?

F. OTHER INFORMATION (CONT'D)

7. Dividend (Cont'd)

(a) Current Financial Period Reported On (Cont'd)

Yes (Proposed, see note (c))

Name of Dividend	Final
Dividend Type	Cash
Dividend per share	\$0.0022986 per share
Dividend Amount	\$ 2.0 million (approximate)
Tax rate	Tax exempt (One-Tier tax)

(b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year?

None.

(c) Date payable

Subject to shareholders' approval at the forthcoming Annual General Meeting of the Company ("2025 AGM"), the proposed final dividend will be paid on 30 May 2025.

(d) Books closure date

The Share Transfer Books and Register of Members of the Company will be closed from 5:00 p.m. on 8 May 2025 up to (and including) 9 May 2025 for the purpose of determining shareholders' entitlement to the proposed final dividend (tax exempt one-tier) for the financial year ended 31 December 2024 (the "Proposed Dividend"), to be paid subject to shareholders' approval at the forthcoming Annual General Meeting of the Company ("2025 AGM").

Duly completed registrable transfers of shares received by the Company's Share Registrar, Boardroom Corporate & Advisory Services Pte Ltd, 1 Harbourfront Avenue, #14-07 Keppel Bay Tower, Singapore 098632 up to 5:00 p.m. on 8 May 2025 will be registered to determine shareholders' entitlement to the Proposed Dividend.

Members whose securities accounts with The Central Depository (Pte) Limited are credited with the Company's shares as at 5:00 p.m. on 8 May 2025 will be entitled to the Proposed Dividend.

The Proposed Dividend, if approved by shareholders at the 2025 AGM, will be paid on 30 May 2025.

8. If no dividend has been declared/recommended, a statement to that effect

Not applicable

9. Interested Person Transactions

The Group has not obtained a general mandate from shareholders of the Company for interested person transactions. During FY2024, the following interested person transactions were entered into by the Group:

F. OTHER INFORMATION (CONT'D)

9. Interested Person Transactions (Cont'd)

Name of interested person	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than \$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920 of the SGX Listing Manual)	Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 of the SGX Listing Manual (excluding transactions less than \$100,000)
Pacific Organisation Pte Ltd - Rental expenses	\$'000 202	\$'000 -
Edward Lee Ewe Ming <i>Director and controlling shareholder</i> - Interest expenses	191	-
Total	373	-

Mr Ong Ghim Choon (Director and Chief Executive Officer of the Company) and his associate own the shares of Pacific Organisation Pte Ltd.

10. Disclosure of person occupying a managerial position in the issuer or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the issuer pursuant to Rule 704(13) of the Listing Manual.

Name	Age	Family relationship with any director, CEO and/or substantial shareholder	Current position and duties, and the year the position was first held	Details of changes in duties and position held, any, during the year
Ong Ghim Chwee	60	Brother of Ong Ghim Choon (Executive Director and Group Chief Executive Officer)	Director (Logistics) of A-Mobile Pte Ltd since January 2006. Responsible for the overall oversight of After- Market Service division since January 2022	No change No change

F. OTHER INFORMATION (CONT'D)

11. Confirmation of Undertakings under Rule 720(1) of the Listing Manual

The Company has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7.7) under Rule 720(1) of the Mainboard Rules.

BY ORDER OF THE BOARD

Ong Ghim Choon
Chief Executive Officer
28 February 2025

F. OTHER INFORMATION (CONT'D)

Negative Assurance Confirmation under Rule 705(5) of the Listing Manual

We, Mark Leong Kei Wei and Ong Ghim Choon, being two directors of mDR Limited (the "Company"), do hereby confirm on behalf of the directors of the Company that, to the best of their knowledge, nothing has come to the attention of the Board of Directors of the Company which may render these interim financial results to be false or misleading in any material respect.

On behalf of the Board of Directors

Mark Leong Kei Wei
Chairman of Audit and Risk Committee

Ong Ghim Choon
Chief Executive Officer

Singapore, 28 February 2025